



MONTANA LEGISLATIVE BRANCH

Legislative Fiscal Division

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Legislative Fiscal Analyst
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EXHIBIT 1
DATE 1-17-07
HB 2

January 17, 2007

Health and Human Resources Appropriations Subcommittee

8:00 Hearing: Disabilities Services Division –
Developmental Disabilities, Community services and Institutional Services

Presentation of Templates
LFD Staff and Committee Discussion

If the subcommittee finishes early, members have some free time. The schedule for Thursday the 18th should remain as scheduled because of prearranged transportation for the disabled community and the scheduling of the sign language interpreter.

Disability Services Division

January 17th, 8:00 a.m.

Hearing – Developmental Disabilities / Community Services and Institutional Services

January 18th, 8:00 a.m.

Hearing - Vocational Rehabilitation and Montana Telecommunications Access Program
Public Testimony

9:00 for Vocational Rehabilitation and MTAP

10:00 Developmental Disabilities / Community Services and Institutional Services

January 17th

1. Presentation of Templates by division
2. LFD fiscal analyst comments on the information presented in the template and issues included in the LFD Budget Analysis
3. The discussion opens to the committee members for their questions
4. The next template discussion will then follow.

The following notes relate to a couple of DPs that are referenced in the Template.
Blue indicates possible questions subcommittee members may wish to ask.

1. **NP 10010 -- DD Wait List Reduction** (Subcommittee, please see the goals and issues with the DP beginning on page B-136 in the analysis – there are some questions in the comment box on B-137.)
 - a. Please also note the template's final sentence under the third bullet (go to page 8 of 8 – top). The \$392,800 general fund for a pilot project is new, and not 'wait list reduction.' Note also item #4 on page B-136 in the analysis.
 - i. As of 1/15/07 - There are no goals and objectives for this project, and there is no itemized funding for it provided in the division's DP budget. ATTACHMENT: Please see the attached funding chart for Wait List Reduction.
 - ii. A subcommittee member may wish to ask about:
 1. Funding
 2. Goals and objectives that tie to the budget
 3. Why this transition pilot project does not stand on its own
 4. Why the task force does not pursue public/private grant options to fund the pilot project
 - iii. **Caution** if the subcommittee approves the proposal as written, it is approving the new project, the activities of which may or may not meet the requirements of Medicaid match, which is apparently how the proposal is funded.
 1. The Subcommittee may wish to:
 - a. Instruct the division to re-work the request to show the \$392,800 general fund separately, or remove it and make this proposal its own decision package
 - b. Restrict or OTO the \$392,800

2. **NP 10011 – Rate rebasing** (Subcommittee, please see the goals and issues with the DP on page B-137- 138 in the analysis)
- a. Last session the legislature provided direction on a phased-in implementation of the rate system – A subcommittee member may wish to ask for clarification on: 1) how the ‘phase-in’ schedule is working, and 2) how the amount requested relates to the implementation schedule: How will the money be mobilized to providers now in the system and those providers that are not yet in the new system?
 - b. A committee member may wish to ask: What are the long term goals relative to this request, and should the subcommittee expect an increase for the 2009 biennium? How much?
 - c. Please see page B-128 in the analysis under “other factors” for a discussion of the direct care worker labor market and high vacancies. A subcommittee member may wish to ask for an update on this dilemma.
 - d. ATTACHMENT: A chart of how the division is funding the proposal is attached.

DP 10010 - DD Wait List Reduction

	FY 2008		FY 2009		FY 2009	
	* Expenditures	Funding GF	SSR	FF	Expenditures	Funding GF
DD General Fund / Social Assistance Equalize General Fund Rates to Medicaid Rates for Non-Med. Clients	\$ 296,400	296,400			\$ 296,400	296,400
Medicaid Match						
.3138 state / .6862 FMAP for 2008	\$ 4,257,000	1,335,847		2,921,153	\$ 6,339,000	2,003,124
.3160 state / .6840 FMAP for 2009						
Medicaid Match						
.3138 state / .6862 FMAP for 2008	\$ 101,563	31,870		69,693	\$ 152,344	48,141
.3160 state / .6840 FMAP for 2009						
Total	<u>\$ 4,654,963</u>	<u>\$ 1,664,117</u>	<u>\$ -</u>	<u>\$ 2,990,846</u>	<u>\$ 6,787,744</u>	<u>\$ 2,347,665</u>
						<u>\$ 4,440,079</u>

* Expenditures are coded as social assistance. The \$392,800 for the pilot project in NP 10010 is not referenced.

DP 10011 - DD Rate Rebasing

	FY 2008 Expenditures	Funding GF	SSR	FF	FY 2009 Expenditures	Funding GF	SSR	FF
Targeted Case Management Admin. At 50/50 State & FMAP Expenditure / Social Assistance	\$ 15,160	\$ 7,580		\$ 7,580	\$ 15,160	\$ 7,580		\$ 7,580
TCM Services								
.3138 state / .6862 FMAP for 2008	\$ 1,611,266	505,615		1,105,651	\$ 1,611,266	509,160		1,102,106
.3160 state / .6840 FMAP for 2009								
DD General Fund / Social Assistance	\$ 815,272	815,272			\$ 977,131	977,131		
Equalize General Fund Rates to Medicaid Rates for Non-Med. Clients Direct Care Worker training/develop.								
Part C General Fund and MOE								
Family Education and Support and Part C - Early Intervention	\$ 253,705	253,705			\$ 320,542	320,542		
Medicaid Match								
.3138 state / .6862 FMAP for 2008*	\$ 5,474,328		1,717,862	3,756,466	\$ 6,916,416		2,185,587	4,730,829
.3160 state / .6840 FMAP for 2009								
* Tobacco Health & Medicaid Initiative								
Total	\$ 8,169,731	\$ 1,582,172	\$ 1,717,862	\$ 4,869,697	\$ 9,840,515	\$ 1,814,413	\$ 2,185,587	\$ 5,840,515